CERTIFICATE OF TRANSMISSION

I hereby certify that this correspondence (along with any paper referred to as being attached or enclosed) is being submitted *via* the USPTO EFS Filing System on the date shown below to **Mail Stop Amendment**, Commissioner for Patents, P.O. Box 1450, Alexandria, Virginia 22313-1450.

Date: August 17, 2007	/Jessica Sexton/	
	Jessica Sexton	

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

In repatent application of:

Applicant(s): Andrew Kadatch Examiner: Ahmed F. Abdelnour

Serial No: 10/771,577 Art Unit: 2609

Filing Date: February 4, 2004

Title: DYNAMIC LOCALLY-ADAPTIVE LOSSLESS PALETTIZATION OF COLOR AND GRAYSCALE IMAGES

Mail Stop Amendment Commissioner for Patents P.O. Box 1450 Alexandria, Virginia 22313-1450

REPLY TO OFFICE ACTION DATED MAY 18, 2007

Dear Sir:

Favorable reconsideration of the above-identified patent application is respectfully requested in view of the amendments and comments below.